



GARY R. HERBERT  
Governor

GREGORY S. BELL  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

September 6, 2011

CERTIFIED RETURN RECEIPT  
7004 1160 0003 0191 9325

Mike Dalley  
Staker and Parson Companies  
224 North 2200 West, #100  
Salt Lake City, Utah 84116

Subject: Evaluation of Reclamation Surety, Staker and Parson Companies, Lehi Peck Quarry, M/049/0031, Utah County, Utah

Dear Mr. Dalley:

The Division of Oil, Gas and Mining's last reclamation cost estimate for the Lehi Peck quarry was completed in 2004 and escalated to 2009 dollars, so the reclamation surety amount is now due for review and adjustment. The Division may adjust the amount of reclamation surety as the result of a periodic review taking into account inflation/deflation based on an acceptable cost index (R647-4-113.6).

Spreadsheets available on the Division's web page at [http://linux1.ogm.utah.gov/WebStuff/wwwroot/minerals/bonding\\_worksheets.html](http://linux1.ogm.utah.gov/WebStuff/wwwroot/minerals/bonding_worksheets.html) have been developed to assist both the Division and mine operators to calculate the reclamation surety amount using standard unit costs. Please complete these forms and return a copy to the Division for review. Once the forms have been reviewed, the Division will ask that you adjust the amount of surety to reflect the current reclamation cost estimate. **Please submit the reclamation cost estimate as an amendment to the Notice of Intention to Commence Large Mining Operations (LMO) by November 14, 2011.**

If you have questions about the spreadsheet or calculations, please contact Wayne Western at 801-538-5263 or by e mail at [waynewestern@utah.gov](mailto:waynewestern@utah.gov).

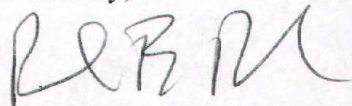
The Division also requests that you review the current LMO to ensure it is adequate and reflects the current operation conditions. Any necessary changes should be addressed by submitting an amendment.



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Mike Dalley  
M/049/0031  
September 6, 2011

Thank you for your cooperation. Please call me at 801-538-5261 or e mail me at [paulbaker@utah.gov](mailto:paulbaker@utah.gov) if you have questions about this letter.

Sincerely,

A handwritten signature in dark ink, appearing to read 'PBB' followed by a stylized flourish.

Paul B. Baker  
Mining Program Manager

PBB:pb

cc: [jblake@utah.gov](mailto:jblake@utah.gov)

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